

SENATE BILL 3887
By Kyle

AN ACT to amend Tennessee Code
Annotated Titles 35, 45, 47, 56, 62
and 66, relative to financial
institutions.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 45-2-402(c) is amended by deleting subsection (c) in its entirety and substituting the following as a new subsection (c):

(c) All Tennessee state-chartered banks must obtain an annual audit of their financial statements by an independent certified public accountant (unless the bank's financial statements are included in the audit of its holding company's consolidated financial statements) at least once in each calendar year at intervals of not more than fifteen (15) months. The board shall review and discuss the audit and record such in the minutes. Within 45 days of receiving the external audit, each bank shall provide the Commissioner a copy of the independent external audit, including any management letters. Also, each bank shall promptly notify the Commissioner when any independent public accountant is initially engaged to perform external auditing work and when a change in, or termination of its independent accountant occurs.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.